

DISTRICT I

P.O. Box 1980, Hobbs, NM 88240

DISTRICT II

P.O. Box Drawer DD, Artesia, NM 88210

DISTRICT III

1000 Rio Brazos Rd., Aztec, NM 87410

OIL CONSERVATION DIVISION

P.O. Box 2088

Santa Fe, New Mexico 87504-2088

WELL API NO.	30-025-06835
5. Indicate Type of Lease	STATE ☐ FEE ☒
6. State Oil / Gas Lease No.	
7. Lease Name or Unit Agreement Name	J.N. CARSON (NCT-C)
8. Well No.	8
9. Pool Name or Wildcat	PENROSE SKELLY GRAYBURG

SUNDRY NOTICES AND REPORTS ON WELLS (DO NOT USE THIS FORM FOR PROPOSALS TO DRILL OR TO DEEPEN OR PLUG BACK TO DIFFERENT RESERVOIR. USE "APPLICATION FOR PERMI (FORM C-101) FOR SUCH PROPOSALS.	
1. Type of Well:	OIL WELL ☒ GAS WELL ☐ OTHER ☐
2. Name of Operator	CHEVRON USA INC
3. Address of Operator	15 SMITH RD, MIDLAND, TX 79705
4. Well Location	Unit Letter <u>I</u> : 1980' Feet From The <u>SOUTH</u> Line and 990' Feet From The <u>EAST</u> Line Section <u>28</u> Township <u>21-S</u> Range <u>37-E</u> NMPM <u>LEA</u> COUNTY
10. Elevation (Show whether DF, RKB, RT, GR, etc.)	3435'

11. Check Appropriate Box to Indicate Nature of Notice, Report, or Other Data

NOTICE OF INTENTION TO:		SUBSEQUENT REPORT OF:	
PERFORM REMEDIAL WORK ☐	PLUG AND ABANDON ☐	REMEDIAL WORK ☐	ALTERING CASING ☐
TEMPORARILY ABANDON ☐	CHANGE PLANS ☐	COMMENCE DRILLING OPERATION ☐	PLUG AND ABANDONMENT ☐
PULL OR ALTER CASING ☐		CASING TEST AND CEMENT JOB ☐	
OTHER: ☐		RECOMPLETION TO GRAYBURG ☒	

12. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work) SEE RULE 1103.

12-15-05: MIRU. DRILL 2' CMT. PULL ABOVE BLINDS. DRILL HARD CMT TO 84'.
 12-16-05: NO WORK. 12-19-05: TIH W/DC'S & BIT & TAG CMT. DRILL CMT TO 196'.
 12-20-05: TAG CMT @ 196. DRILL TO 374. FELL OUT OF CMT. TIH TO 510. STARTED TO FLOW. TIH W/TBG & BIT & TAG NEXT PLUG @ 1272. TEST CSG TO 500#. 12-21-05: TAG CMT PLUG @ 1272. DRILL CMT., CMT FELL @ 1473. TAG NEXT PLUG @ 1876. DRILL CMT STRINGERS FR 1876-2186.
 12-22-05: TAG CMT PLUG @ 2726. CIRC PKR FLUID OUT OF HOLE. DRILL CMT TO 2812. 12-27-05: TAG CMT @ 2818. DRILL CMT. DRILL TO 2898.
 12-28-05: TAG @ 2896. DRILL ON PLUG. DRILL ON HARD SPOT IN CSG @ 2900. 12-29-05: TIH W/CONE BUSTER MILL. TAG @ 2900. DRILL ON PLUG IN HOLE. MILL TO 2901. 12-30-05: TIH W/MAGNET ON SAND LINE. TAG @ 2900. TAG FISH @ 2900.
 1-03-06: TAG @ 2902. CUT ON FISH. MILL UP TO 2903. MILL TO 2905. TAG @ 2905.
 1-04-06: TAG CMT @ 2906. DRILL TO 2910. FELL OUT OF CMT. TIH W/TBG & TAG NEXT PLUG @ 3829. DRILL CMT TO 3949. TAG CIBP.
 1-05-06: RUN GR/CBL/CCL FR 3944-2600.
 1-06-06: PERF 3638-44, 3656-62, 3670-78, 3684-88, 3694-3702, 3714-18, 3728-36, 3745-50, 3760-68, 3774-78, 3783-88, 3800-08, 3816-20, 3834-42, 3848-56, 3874-80, 3886-94.
 1-09-06: TIH & GET PKR SETTINGS. SPOT ACID TO EOT 22 BBLS. PKR SET @ 3717. FISH FLUID CONTROL VALVE W/SAND LINE.
 1-10-06: BLOW WELL DN TO FRAC TANK. RU SWAB & INSTALL NEW LUBRICATOR CUPS. 1-12-06: TIH W/112 JTS 3 1/2" FRAC TBG & PKR. SET PKR @ 3536. 1-13-06: FRAC 3638-3894' W/88,000 GALS YF130. 1-16-06: REL PKR. LD TBG & PKR. TIH W/WS, DC'S & BIT & TAG @ 3855'. 94' OF FILL. 1-17-06: TIH W/TBG & TAG @ 3855. PU SWIVEL & C/O TO 3949'. PULL ABOVE PERFS W/DN HLE ASSEMBLY. TIH & TAG-NO FILL. PMP 50 BBLS KF DN TBG & CSG TO KILL WELL. PULL 20 STANDS. TOOK A GAS KICK. KILL WELL. 1-18-06: TIH W/113 JTS TBG & PKR & SET @ 3550'. RU SWAB. 1-19-06: SWABBING. 1-20-06: RUN PRISM LOG. REL PKR. PULL 60 JTS. PKR DRAGGING. 1-23-06: RUN 118 JTS 2 7/8" TBG. FINAL REPORT
 1-27-06: ON 24 HR OPT. PUMPING 46 OIL, 306 GAS, & 772 WATER. GOR-6652.

Formerly Central Truck Unit #100

I hereby certify that the information above is true and complete to the best of my knowledge and belief.

SIGNATURE Denise Pinkerton TITLE Regulatory Specialist DATE 2/6/2006
 TYPE OR PRINT NAME Denise Pinkerton Telephone No. 432-687-7375

(This space for State Use)

APPROVED [Signature] TITLE _____
 CONDITIONS OF APPROVAL, IF ANY: _____

PETROLEUM ENGINEER

DATE _____

FEB 13 2006